Elbit Systems and Grob Aircraft AG to Partner in the Development of the G-120TP Family of Trainers

Combining Grob's extensive aircraft design experience and Elbit Systems' advanced avionics capabilities and leadership in the global training market

Farnborough, England, July 19, 2010 -- German aircraft manufacturer Grob Aircraft AG and Elbit Systems Ltd. (NASDAQ and TASE: ESLT) teamed in several agreements to partner in the development of a new family of trainer aircraft: the G 120TP. The G 120TP Trainer family is based on a modular aircraft concept. One aircraft in three different configurations, namely as a Side-by-Side Aircraft, a Tandem-Seat Aircraft and a Four-Seat Aircraft, where as all three aircraft maintain a maximum of commonality, guaranteeing an unsurpassed operating cost effectiveness. Manufactured by Grob Aircraft AG, the aircraft will feature Elbit Systems avionic suite which includes a glass cockpit with a high level of mission simulation capability incorporating Virtual Tactical Training.

The new aircraft family will be marketed globally by Grob Aircraft with the Elbit Systems cockpit and virtual tactical training system, following the increasing demand and large scale tenders in the global training market.
The partnership is an ideal combination in completing a training system, which includes the aircraft platform, mission simulation in the cockpit as well as training simulation outside of the cockpit. Grob's Aircraft platform design experience, combined with the training and training systems operating experience of Elbit Systems, makes the Grob Aircraft and Elbit System partnership a turnkey training system without equals.

Over the 39 years of its operation, Grob Aircraft AG has supplied over 3,500 different aircraft, which have accumulated over 7 million flight hours in the service of numerous customers around the world. Elbit Systems, Israel's leading defense company, offers a variety of advanced solutions, with extensive experience of over 30 years in the field of trainers and simulators for naval, ground and air platforms. Elbit Systems is considered the training house of the Israeli Air Force.

In the photo (from right to left): Mr. Andre Hiebeler, Grob CEO with Mr. Yoram Shmuely, Elbit Systems' Aerospace Division General Manager and Mr. Menachem Bargev, Elbit Systems' Aircraft Upgrades Vice President, launching the agreement, in front of the new G-120TP trainer cockpit.

About Elbit Systems

Elbit Systems Ltd. is an international defense electronics company engaged in a wide range of programs throughout the world. The Company, which includes Elbit Systems and its subsidiaries, operates in the areas of aerospace, land and naval systems, command, control, communications, computers, intelligence surveillance and reconnaissance ("C4ISR"), unmanned aircraft systems ("UAS"), advanced electro-optics, electro-optic space systems, EW suites, airborne warning systems, ELINT systems, data links and military communications systems and radios. The Company also focuses on the upgrading of existing military platforms, developing new technologies for defense, homeland security and commercial aviation applications and providing a range of support services. For additional information, visit: www.elbitsystems.com.

About Grob

Grob Aircraft AG, with its base in the southern Region of Bavaria Germany, is a subsidiary of H3 Aerospace which is privately owned by a Munich based group of Investors. Grob Aircraft is the first company in the wor4ld to produce Composite aircraft in an industrial scale and has helped define the QM standards in the beginning of the composite aircraft manufacturing standards. In the 1990´s Grob Aircraft set a number of records with its High Altitude Research Aircraft, where ass this technology and experience is now flowing into the next generation UAV MAE and HALE developments of the 21st century. Grob Aircraft AG will focus in the future mainly to the defense markets, namely the Training segment and the platform provider for the global UAV requirements.